

CITY OF DETROIT REQUEST FOR PROPOSALS RIVERBEND SITE (a/k/a PARCEL 492)

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Size: 565,409 sq. ft. or 12.9 acres

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Section I Purpose of the Request For Proposals

The City of Detroit's Planning and Development Department (P&DD) is seeking proposals from qualified entities for the purchase of an approximately 12.9 acre or 565, 409 square foot vacant site commonly known as the Riverbend Site (a/k/a Parcel 492). The vacant property is owned by P&DD and is located in the City of Detroit. The site is generally bounded East Jefferson, Newport, Freud, and Piper (see attached map).

The intent of this Request for Proposal is to retain an experienced and qualified Developer who has the potential and financial capacity to purchase and develop Parcel 492. For this site, P&DD envisions various uses including commercial, institutional, or mixed use residential/commercial on the 12.9 acre site. Potential respondents shall submit a comprehensive proposal that includes development experience of the Development team, level of responsibilities within the Development team, preliminary project schedule/obstacles for developing the site, and a conceptual development plan, and offer. The selected Developer must be experienced, effective and have the necessary financial capabilities to purchase and develop the property. The submission requirements are shown under Sections VI and V.

Section II BACKGROUND/INVESTMENT INCENTIVES

The property identified above falls within Community Reinvestment Strategy (CRS) Cluster No. 3.The Jefferson Chalmers Rehabilitation Project Area contains a mixture of development projects which includes both new residential Shorepointe Islands (Clairpointe of Victoria Park, Victoria Park Phase I and II, Grayhaven Marina Village Phase I and II, Riverbend Plaza Townhomes, and Morgan Lenox Estates) and commercial (Riverbend Plaza Phase I and II) projects. Due to its proximity to the Detroit River and Grosse Pointe Park, Parcel 492 gives prospective developers a geographical advantage to invest in the present and future potential of the site.

The site is not currently located within a Neighborhood Enterprise Zone; however, the selected developer could apply for such designation. Under a NEZ, certification holder will pay a reduced property tax known as the Neighborhood Enterprise Zone Tax. Applications are filed, reviewed and approved locally, but are also subject to review at the state level by the property Services Division. The State Tax Commission is ultimately responsible for final approval and issuance of certificates. Exemptions are not effective until approved by the Commission.

MINIMUM BID PRICE

The City of Detroit has established a minimum bid price of \$850,000 for the sale of the Riverbend Site (a/k/a Parcel 492).

Section III

PROPERTY DESCRIPTION

Section III-A <u>Identification of Property (Legal Description)</u>

Exhibit A

Land in the City of Detroit, County of Wayne and State of Michigan being Lots 5, 6, 7, except that part taken for the widening of Jefferson Ave., Lots 10 thru 31 inclusive, Lots 138 thru 162 inclusive, all of Block E; Also, Lots 1 thru 7, except that part taken for the widening of Jefferson Ave., Lots 8 thru 32 inclusive, Lots 144 thru 163 inclusive, all of Block F; Lots 4 thru 35 inclusive, all of Block G; "Jefferson Park Subdivision" of the Jefferson Park Realty Company in the City of Detroit, Michigan. Wayne County. Rec'd L. 26, p. 93 Plats, W.C.R.

Section III-B <u>Land Area</u>

C Parcel 492 (a/k/a 744-868 Piper; 743-889 Eastlawn; 742-886 Eastlawn; 775-891 Newport; 702-890 Newport; 13940, 14100 & 14140 East Jefferson, approximately 565, 409 square feet or 12.9 acres more or less

Section III-C Zoning/Master Plan/Urban Renewal Plan

The site is zoned PD (Planned Development District) which is designated for a variety of uses including high density residential, mixed-use commercial/residential, major commercial and general retail related land uses (i.e. shopping center, super market, etc) and located within a Traditional Main Street Overlay Area. Uses permitted conditionally are subject to approval by the authorities having jurisdiction, including Site Plan and Design review by the Planning Division of the Planning and Development Department and City Planning Commission.

The existing and proposed Detroit Master Plan of Polices is designated as "GC" (General Commercial) for the northern three quarters of the site which while the southern quarter of the site is designated "RH" or High Density Residential. The GC designation permits major commercial and general retail related land uses (i.e. shopping center, super market, etc) while RH allows for high density residential (i.e. condos, apartments, town homes, etc). The site is located in the Jefferson -Chalmers Rehabilitation Project Area (Urban Renewal Area) which allows for commercial, residential, and institutional uses on the site.

Section IV RELEVANT EXPERIENCE

- **j** Experience in land development (specifically commercial and/or mixed use projects);
- Experience in undertaking comparable projects that have been solely completed by the Developer or party of which the Developer has had an affiliation; and
- Experience with master planning and development.

Section V DIRECTIONS FOR SUBMISSION

The required submission of the Statement of Proposal must be submitted in a three hole binder with tabbed numbers for each identified section. All materials must be submitted in an 8.5" x 11" format. To be deemed responsive and eligible for consideration, respondents must submit an original, clearly marked proposal, containing original signatures in blue ink, along with 5 copies and one 3.5" floppy disk (electronic format) either Microsoft Word or Corel Word Perfect in a sealed carton to the Planning & Development Department by the designated time, without exception.

Proposals sent by overnight delivery service will be considered timely filed if date stamped at least one (1) day before the date set for receipt of proposals and time stamped at a time that should have, pursuant to the express policy of the overnight delivery service used, permitted delivery at the date, time and place set for receipt of proposals. The burden of proof to establish timely filing of a proposal by overnight delivery service shall be solely upon the entity or person submitting the proposal. It is the respondent's obligation to ensure the required submission arrives in a timely manner at the specified location. Any proposal, which is not properly marked, addressed or delivered to the submission place, in the required form, by the required submission date and time will be ineligible for consideration.

Faxed submissions of the Statement of Proposals will not be accepted. Once received by the Real Estate Development Division of the Planning & Development Department, submissions will not be returned. Formal communication, such as requests for clarification and/or information concerning this solicitation shall be submitted in writing to the Development Division at the address listed below. No information concerning this solicitation or request for clarification will be provided in response to telephone calls. The Real Estate Development Division of the Planning & Development Department must receive all written requests for information no later than Monday, July 6, 2009 before 3:00 p.m.

All expenses involved with the preparation and submission of the Request for Proposal to the City of Detroit, or any work performed in connection therewith shall be assumed by the developer. No payment will be made by the City of Detroit for any responses received, nor for any other effort required of or made by the developer prior to commencement of work.

Section VI SUBMISSION REQUIREMENTS

Your response must be signed by an official authorized to bind your firm or team to its provisions, and must state the names, addresses, and phone numbers of all persons authorized to negotiate the proposed project.

Statement of Proposals submissions must include the following information in the order listed which will serve as the Statement of Qualifications:

- 1. A description of your organization's approach to the development of this property including identification of key milestones and a strategy for developing the site. This strategy should address the comprehensive range of activities including, but not limited to, project conceptualization, market research, physical planning, development budget preparation, investment analysis, marketing, leasing, construction management and operations planning. This outline should also identify any critical issues related to pre-development analysis for the development site and strategies that would be utilized to resolve each issue. Also, include, the average timetable for each major task and obstacles to be resolved.
- 2. A general description of the Developer's organization and current and past development activities. An organizational chart of the members of the Development Team should be included along with a designation of the individual who is responsible for day-to-day planning and development activities for the overall project team. A letter should acknowledge the participation of each team member and authorize the Developer to utilize its qualifications to compete for the site. The respondent shall provide a listing of all development projects over the past five (5) years with the following information: name and location of each development project; team members, corporate and individual, actually involved in such developments; project scope; total project development costs (if known); total project construction costs; type of financing methods and funding sources; date project commenced and date completed; name, address and telephone of client/owner; and, any ongoing financial interests that continues to exist with the referred development. A letter should acknowledge the participation of each team member and authorize the respondent to utilize its qualifications to compete for the Riverbend Site (a/k/a Parcel 492).
- 3. The respondent shall provide a conceptual site plan/design concept for the site. Along with the site plan, the respondent shall include a description of the design concept and methodology for accomplishing the project's objectives and why it was chosen. The design concept and methodology should include conceptual site and building plans; preliminary sections and elevations; preliminary section systems and materials; and descriptions of approximate dimensions, areas and

volumes.

- 4. The respondent shall provide at least one (1) corporate letter of reference/support from each of the following entities: financial, legal and public sector sources references, including telephone and facsimile numbers for each reference.
- 5. The respondent should also identify specific actions that will be taken to insure that MBE/WBE (Minority Business Enterprise/Women Business Enterprise) goals are met.
- 6. The annual audited corporate financial statements and un-audited year to date financial statement for the most recent month end for all entities comprising the development team. The financial statements should include evidence of financial capacity and resources to complete the acquisition. These documents shall be submitted in a sealed envelope clearly marked "confidential."
- 7. Any financial commitments or projections not otherwise shown above.

Section VII SELECTION PROCESS

Any individual, team, or firm is encouraged to submit proposals. However, the City of Detroit Planning and Development Department reserves the right to select those individuals deemed qualified to purchase the Riverbend Site (a/k/a Parcel 492).

The major criteria for selecting an entity will be the submission of an economically sound proposal that incorporates efficient use of the site and complies with the objectives stated previously. A qualified entity is an individual or legal entity that, in the opinion of P&DD, possesses the experience and financial resources necessary to successfully undertake and complete the development of the site within the requirements of federal and local laws and regulations.

The final selection will be made based on the overall qualifications, presentation, past performance, corporation financial soundness, references, and information provided in the Statement of Proposals. Once the selection process is complete, the Proposer will be expected to enter into a purchase agreement with the City of Detroit Planning & Development Department.

Section VIII <u>RESERVATION OF RIGHTS</u>

The City of Detroit reserves and may exercise the right to request one or more of the Proposers to provide additional material, clarification, confirmation or modification of any information in the submission, and can supplement, amend, substitute, cancel, or otherwise modify this Request for Proposal anytime prior to the selection of one or more developers.

Please Note: All Property will be sold "AS IS"

Prospective candidates are hereby notified that the Planning and Development Department has not investigated the environmental condition of any of the properties included in this Request for Proposals. Various Federal, State, or other City agencies may have information regarding the environmental condition of the Riverbend Site (a/k/a Parcel 492). Each firm is encouraged to conduct its own due diligence regarding the environmental condition of the property which that firm proposes to acquire and is notified that the property may be the subject of environmental contamination. The City of Detroit makes absolutely no warranty or representation regarding the environmental condition of the site offered within this Request for Proposal.

Prospective candidates will be required to waive any and all Environmental Claims (whether for damages or otherwise) against the City in connection with or related to the Property or any aspect thereof. Prospective candidates will be required to release and discharge the City from any and all Environmental Claims that the Prospective candidates may now or hereafter have against the City in connection with or arising out of the condition of the Property.

Section IX SUBMISSION DEADLINE

To be considered, all Request for Proposals must be delivered to the Planning and Development Department, Real Estate Development Division, located at 65 Cadillac Square, 20th Floor, Detroit, Michigan, before 3:00 p.m. local time, July 13, 2009. The responsibility of getting the Request for Proposals to the Development Division rests entirely with the person or persons submitting the request.

Request for Proposals may be obtained from the Planning & Development Department, Real Estate Development Division, 20th Floor, Center, 65 Cadillac Square, Detroit, Michigan 48226 beginning April 13, 2009, to July 13, 2009, weekdays between 9:00 a.m. and 4:00 p.m. excluding holidays.

Section X REQUEST OF PROPOSALS TIMETABLE

<u>ACTIVITIES</u>	DATE
Request for Proposals Available for Distribution	April 13, 2009
Deadline for Receipt of Proposals	July 13, 2009
Set up RFP Evaluation Team	July 14, 2009
Open/Assign Bid Proposals	July 15, 2009
Review/Score Bid Proposals	July 17, 2009
Final Selection/Recommendation	July 20, 2009
Notification Letter to Winning Proposal	July 23, 2009

For further information and/or submission of the Statement of Proposals please contact:

City of Detroit Planning & Development Department Real Estate Development Division 65 Cadillac Square, 20th Floor Detroit, MI 48226 (313) 224-2375

Attn: Alvin Mitchell, Project Manager Riverbend Site (a/k/a Parcel 492)- Response